NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2025_2 EXAMINATIONS

COURSE TITLE: MONETARY THEORY AND POLICY
COURSE CODE: ECO 343
UNITS: 3
TIME ALLOWED: 3 HOURS
INSTRUCTION: ANSWER NUMBER 1 QUESTION AND ANY OTHER 2 QUESTIONS

1a. Explain the term, Monetary Policy (15 Marks)
1b. State and explain 3 Objectives of Monetary Policy (15 Marks)

2. Differentiate between the Phillips Curve and the Taylor Curve (20 Marks)

3. Explain Expansionary Monetary Policy and Restrictive Monetary Policy (20 Marks)

4. Friedman distinguishes among basic lags. Discuss (20 Marks)

5. Explain three Similarities between Fisher's Transaction Approach and the Cambridge Cash Balances Approach and two dissimilarities. (20 Marks)